1	TO THE HOUSE OF REPRESENTATIVES:
2	The Committee on Agriculture and Forestry to which was referred Senate
3	Bill No. 160 entitled "An act relating to agricultural development" respectfully
4	reports that it has considered the same and recommends that the House propose
5	to the Senate that the bill be amended by striking out all after the enacting
6	clause and inserting in lieu thereof the following:
7	Sec. 1. STRATEGIC PLAN TO STABILIZE AND REVITALIZE THE
8	VERMONT AGRICULTURAL INDUSTRY
9	(a) On or before January 15, 2020, the Vermont Farm-to-Plate Investment
10	Program, after consultation with the Secretary of Agriculture, Food and
11	Markets and industry stakeholders, shall submit to the Senate Committee on
12	Agriculture and the House Committee on Agriculture and Forestry a report that
13	shall serve as the basis for an update to the Farm-to-Plate Strategic Plan. After
14	additional industry stakeholder engagement, the report shall be used to develop
15	a prioritized strategic plan for the stabilization, diversification, and
16	revitalization of the agricultural and food industry in Vermont by August 31,
17	<u>2020.</u>
18	(b) The report required under subsection (a) of this section shall:
19	(1) summarize the current conditions within particular subsectors,
20	product categories, and market channels that comprise the Vermont food

1	system, including the most recent data synthesis, research, reports, and expert
2	documentation of challenges and opportunities for growth;
3	(2) recommend State investment in research and development by
4	universities or other qualified organizations to establish new markets, products,
5	or ingredients; and
6	(3) recommend methods for improving the marketing of Vermont
7	agricultural products.
8	(c) The strategic plan required under subsection (a) of this section shall
9	outline prioritized next steps and opportunities to assist in stabilizing,
10	diversifying, and revitalizing Vermont's food system. The plan may include
11	recommendations related to:
12	(1) technical assistance resources and capital availability to farmers to
13	assist in the diversification of agricultural products produced on a farm;
14	(2) alternatives or methods for encouraging, maintaining, or increasing
15	the amount of land in agricultural production and the number and diversity of
16	people participating in the growing, harvesting, and processing of food in the
17	State;
18	(3) resources for financing research and development by universities and
19	businesses that promote innovative methods for managing and commoditizing
20	manure to mitigate the environmental concerns raised by current manure
21	management techniques;

1	(4) techniques, strategies, or systems for improving the ecological
2	footprint and environmental sustainability of farming in the State;
3	(5) the potential to increase the amount of Vermont agricultural products
4	that are purchased by school nutrition programs and other publicly funded
5	institutions in the State;
6	(6) approaches for improving transparency in the agricultural industry so
7	that the public is educated and aware of the need for and effect of certain dairy
8	practices;
9	(7) approaches for improving agricultural and food literacy among
10	Vermonters, including increased understanding of where their food comes
11	from, how food is produced, and enhanced opportunities to learn about and
12	participate in the growing and processing of crops for food and fiber; and
13	(8) the level of State, private, and philanthropic investment needed over
14	the next 10 years in order to stabilize, diversify, and revitalize the Vermont
15	food system.
16	(d) The Secretary of Agriculture, Food and Markets in partnership with the
17	Vermont Farm-to-Plate Investment Program shall hold at least four public
18	hearings combined with other stakeholder engagement sessions around the
19	State to receive public input on priorities for stabilizing and revitalizing the
20	agricultural industries in Vermont. The public input that the Secretary receives

1	shall be included in the strategic plan required under subsection (c) of this
2	section.
3	(e) The Vermont Farm-to-Plate Investment Program and the Secretary of
4	Agriculture, Food and Markets shall not implement the requirements of this
5	section unless and until appropriations to implement the program are approved
6	by the General Assembly for fiscal year 2020.
7	* * * Local Food Purchasing Working Group * * *
8	Sec. 2. LOCAL FOOD PURCHASING WORKING GROUP
9	(a)(1) The Secretary of Agriculture, Food and Markets shall convene a
10	Local Food Purchasing Working Group to develop a plan to assists schools in
11	the State in increasing the purchase of local foods. The working group shall be
12	composed of:
13	(A) the Secretary of Agriculture, Food and Markets or designee;
14	(B) the Secretary of Education or designee;
15	(C) a representative of Vermont FEED to be appointed by the
16	organization;
17	(D) a representative of the Northeast Organic Farming Association
18	Vermont, appointed by the association;
19	(E) two representatives of the School Nutrition Association Vermont,
20	appointed by the Secretary of Agriculture, Food and Markets; and

1	(F) two school nutrition directors, appointed by the Secretary of
2	Agriculture, Food and Markets.
3	(2) The Secretary of Agriculture, Food and Markets shall invite
4	additional stakeholders, such as farmers, food distributors, school
5	administrators, and other interested parties to provide input in the development
6	of a recommended local food purchasing plan.
7	(b) On or before January 15, 2020, the Secretary of Agriculture, Food and
8	Markets shall submit to the House Committee on Agriculture and Forestry and
9	the Senate Committee on Agriculture a recommended local foods purchasing
10	plan for schools. The plan shall include:
11	(1)(A) A proposed "per plate" incentive for local food purchasing for
12	Vermont K-12 school meals and a timeline for implementation of the
13	incentive. This proposal shall include:
14	(i) a proposed incentive amount per plate;
15	(ii) an analysis of why the proposed incentive amount will be
16	effective for schools to increase school purchasing of local food; and
17	(iii) an estimate of the percentage increase in local food
18	purchasing from implementation of the proposed incentive.
19	(B) In order to develop the per plate incentive proposal, the Working
20	Group shall field test the per plate incentive with several school districts or
21	supervisory unions during the 2019–2020 school year and shall collect data

1	from the field test to contribute to the recommended plan required under this
2	subsection.
3	(2) A proposal to support and assist schools in increasing local food
4	purchasing. The proposal may include:
5	(A) additional procurement training for school personnel to purchase
6	<u>local foods;</u>
7	(B) proposed work with the Agency of Education Child Nutrition
8	Programs to determine how to collect and manage the data needed to track
9	local food purchasing in schools;
10	(C) research and development of a tracking system or modification of
11	current data collection systems; and
12	(D) a methodology for helping schools to know what is available and
13	how to purchase and track it.
14	(c) The Secretary of Agriculture, Food and Markets shall not implement the
15	requirements of this section unless and until the General Assembly approves
16	appropriations in fiscal year 2020 to complete the "field testing" with schools
17	required under subdivision (b)(2)(B) of this section.
18	* * * Dairy Marketing Assessment * * *
19	Sec. 3. DAIRY MARKETING ASSESSMENT; REPORT
20	On or before January 15, 2020, the Secretary of Agriculture, Food and
21	Markets shall report to the Senate Committee on Agriculture and the House

1	Committee on Agriculture and Forestry regarding the development of a dairy
2	marketing assessment for the purpose of increasing the consumption of
3	Vermont dairy products by major metropolitan markets in New England and
4	the Northeast. The report shall:
5	(1) conduct market research to identify consumer preferences and
6	upcoming trends around dairy products;
7	(2) summarize how the State could facilitate messaging and marketing
8	based on dairy products with additional benefits resulting in high value
9	resonance with consumers, including health, nutrition, social, and
10	environmental benefits; and
11	(3) identify existing funding sources or economic incentives that could
12	be utilized to fund the development of dairy trend research and marketing
13	campaigns in key identified markets and sectors, including innovation grants or
14	financing under federal or State law.
15	* * * Soil Conservation * * *
16	Sec. 4. SOIL CONSERVATION PRACTICE AND PAYMENT FOR
17	ECOSYSTEM SERVICES WORKING GROUP
18	(a) The Secretary of Agriculture, Food and Markets shall convene a Soil
19	Conservation Practice and Payment for Ecosystem Services Working Group to
20	recommend financial incentives designed to encourage farmers in Vermont to
21	implement agricultural practices that exceed the requirements of 6 V.S.A.

1	chapter 215 and that improve soil health, enhance crop resilience, increase
2	carbon storage and stormwater storage capacity, and reduce agricultural runoff
3	to waters. The Working Group shall:
4	(1) identify agricultural standards or practices that farmers can
5	implement that improve soil health, enhance crop resilience, increase carbon
6	storage and stormwater storage capacity, and reduce agricultural runoff to
7	waters;
8	(2) recommend existing financial incentives available to farmers that
9	could be modified or amended to incentivize implementation of the
10	agricultural standards identified under subdivision (1) of this subsection or
11	incentivize the reclamation or preservation of wetlands and floodplains;
12	(3) propose new financial incentives, including a source of revenue, for
13	implementation of the agricultural standards identified under subdivision (1) of
14	this subsection if existing financial incentives are inadequate or if the goal of
15	implementation of the agricultural standards would be better served by a new
16	financial incentive; and
17	(4) recommend legislative changes that may be required to implement
18	any financial incentive recommended or proposed in the report.
19	(b) The Soil Conservation Practice and Payment for Ecosystem Services
20	Working Group shall consist of persons with knowledge or expertise in
21	agricultural water quality, soil health, economic development, or agricultural

1	financing. The Secretary of Agriculture, Food and Markets shall appoint the
2	members that are not ex officio members. The Working Group shall include
3	the following members:
4	(1) the Secretary of Agriculture, Food and Markets or designee;
5	(2) the Secretary of Natural Resources or designee;
6	(3) the Commissioner of Forests, Parks and Recreation or designee
7	(4) a representative of the Vermont Housing and Conservation Board;
8	(5) a member of the former Dairy Water Collaborative;
9	(6) a representative of the Farmer's Watershed Alliance;
10	(7) a representative from the Champlain Valley Farmer Coalition;
11	(8) a representative from the Connecticut River Watershed Farmers
12	Alliance;
13	(9) a representative of the Natural Resources Conservation Council;
14	(10) a representative of the Gund Institute for Environment of the
15	University of Vermont;
16	(11) a representative of the University of Vermont (UVM) Extension;
17	(12) at least two members of the Agricultural Water Quality Partnership:
18	(13) a representative of small-scale, diversified farming; and
19	(14) a member of the Vermont Healthy Soils Coalition.

l	(c) The Secretary of Agriculture, Food and Markets or designee shall be the
2	chair of the Working Group, and the representative of the Vermont Housing
3	and Conservation Board shall be the vice chair.
4	(d) On or before January 15, 2020, the Secretary of Agriculture, Food and
5	Markets shall submit an interim report to the Senate Committee on Agriculture
6	and the House Committee on Agriculture and Forestry regarding the progress
7	of the Working Group. On or before January 15, 2021, the Secretary of
8	Agriculture, Food and Markets shall submit to the Senate Committee on
9	Agriculture and the House Committee on Agriculture and Forestry a final
10	report including the findings and recommendations of the Soil Conservation
11	Practice and Payment for Ecosystem Services Working Group regarding
12	financial incentives designed to encourage farmers in Vermont to implement
13	agricultural practices that improve soil health, enhance crop resilience, and
14	reduce agricultural runoff to waters.
15	* * * Clean Water Affinity Card * * *
16	Sec. 5. 32 V.S.A. § 584 is amended to read:
17	§ 584. <u>VERMONT CLEAN WATER</u> VERMONT STATE-SPONSORED
18	AFFINITY CARD PROGRAM
19	(a) The State Treasurer is hereby authorized to sponsor and participate in
20	an Affinity Card Program for the benefit of water quality improvement in the
21	residents of this State upon his or her determination that such a Program is

feasible and may be procured at rates and terms in the best <u>interest</u> <u>interests</u> of the cardholders. <u>In selecting an affinity card issuer</u>, the <u>Treasurer shall consider</u> the issuer's record of investments in the State and shall take into consideration program features which will enhance the promotion of the State-sponsored affinity card, including consumer friendly terms, favorable interest rates, annual fees, and other fees for using the card.

(b) In selecting an affinity card issuer, the Treasurer shall consider the issuer's record of investments in the State and shall take into consideration program features that will enhance the promotion of the State-sponsored affinity card, including consumer-friendly terms, favorable interest rates, annual fees, and other fees for using the card. The Treasurer shall consult with other State agencies about potential public purpose projects to be designated for the Program and shall allow cardholders to designate that funds be used either to support sustainable agricultural programs, renewable energy programs, State parks and forestland programs, or any combination of these. The net proceeds of the State fees or royalties generated by this program shall be transmitted to the State and shall be deposited in a State-sponsored Affinity Card Fund and subsequently transferred to the designated State programs and purposes as selected by the cardholders. The funds received shall be held by the Treasurer until transferred for the purposes directed by participating State-

1	sponsored affinity cardholders in accordance with the trust fund provisions of
2	section 462 of this title.
3	(c) The net proceeds of the State fees or royalties generated by the Vermont
4	Clean Water Affinity Card Program shall be transmitted to the State and shall
5	be deposited into the Clean Water Fund under 10 V.S.A. § 1388 to provide
6	financial incentives to encourage farmers in Vermont to implement agricultural
7	practices that improve soil health, enhance crop resilience, or reduce
8	agricultural runoff to waters. All program balances at the end of the fiscal year
9	shall be carried forward and shall not revert to the General Fund. Interest
10	earned shall remain in the program.
11	(d) The State shall not assume any liability for lost or stolen credit cards
12	nor any other legal debt owed to the financial institutions.
13	(e) The State Treasurer is authorized to adopt such rules as may be
14	necessary to implement the Vermont Clean Water State-sponsored Affinity
15	Card Program.
16	* * * On-Farm Slaughter * * *
17	Sec. 6. 2013 Acts and Resolves No. 83, Sec. 13, as amended by 2016 Acts and
18	Resolves No. 98, Sec. 2, is amended to read:
19	6 V.S.A. § 3311a (livestock slaughter inspection and license exemptions)
20	shall be repealed on July 1, 2019 <u>2023</u> .

1	Sec. 7. 6 V.S.A. § 3311a is amended to read:
2	§ 3311a. LIVESTOCK; INSPECTION; LICENSING; PERSONAL
3	SLAUGHTER; ITINERANT SLAUGHTER
4	(a) As used in this section:
5	(1) "Assist in the slaughter of livestock" means the act of slaughtering
6	or butchering an animal and shall not mean the farmer's provision of a site on
7	the farm for slaughter, provision of implements for slaughter, or the service of
8	disposal of the carcass or offal from slaughter.
9	(2) "Sanitary conditions" means a site on a farm that is:
10	(A) clean and free of contaminants; and
11	(B) located or designed in a way to prevent:
12	(i) the occurrence of water pollution; and
13	(ii) the adulteration of the livestock or the slaughtered meat.
14	(b) The requirement for a license under section 3306 of this title or for
15	inspection under this chapter shall not apply to the slaughter by an individual
16	owner of livestock that the individual owner raised for the individual's owner's
17	exclusive use or for the use of members of his or her household and his or her
18	nonpaying guests and employees.
19	(c) The requirement for a license under section 3306 of this title or for
20	inspection under this chapter shall not apply to the slaughter of livestock that
21	occurs in a manner that meets all of the following requirements:

1	(1) An individual A person or persons purchases livestock from a farmer
2	that raised the livestock.
3	(2) The farmer is registered with the Secretary, on a form provided by
4	the Secretary, as selling livestock for slaughter under this subsection.
5	(3) The individual or individuals who purchased the livestock performs
6	the act of slaughtering the livestock, as the owner of the livestock.
7	(4) The act of slaughter occurs, after approval from the farmer who sold
8	the livestock, on a site on the farm where the livestock was purchased.
9	(5) The slaughter is conducted under sanitary conditions.
10	(6) The farmer who sold the livestock to the individual <u>or individuals</u>
11	does not assist in the slaughter of the livestock.
12	(7) No more than the following number of livestock per year are
13	slaughtered under this subsection:
14	(A) 15 swine;
15	(B) five cattle;
16	(C) 40 sheep or goats; or
17	(D) any combination of swine, cattle, sheep, or goats, provided that
18	no more than 6,000 pounds of the live weight of livestock are slaughtered per
19	year.
20	(8) The farmer who sold the livestock to the individual or individuals
21	maintains a record of each slaughter conducted under this subsection and

reports quarterly to the Secretary, on a form provided by the Secretary, on or before April 15 for the calendar quarter ending March 31, on or before July 15 for the calendar quarter ending June 30, on or before October 15 for the calendar quarter ending September 30, and on or before January 15 for the calendar quarter ending December 31. If a farmer fails to report slaughter activity conducted under this subsection, the Secretary, in addition to any enforcement action available under this chapter or chapter 1 of this title, may suspend the authority of the farmer to sell animals to an individual or individuals for slaughter under this subsection.

- (9) The slaughtered livestock may be halved or quartered by the individual <u>or individuals</u> who purchased the livestock but solely for the purpose of transport from the farm.
- (10) The livestock is slaughtered according to a humane method, as that term is defined in subdivision 3131(6) of this title.
- (d) The requirement for a license under section 3306 of this title or for inspection under this chapter shall not apply to an itinerant slaughterer engaged in the act of itinerant livestock slaughter or itinerant poultry slaughter.
- (e) An itinerant slaughterer may slaughter livestock owned by a person on the farm where the livestock was raised under the following conditions:
- (1) the meat from the slaughter of the livestock is distributed only as whole or half, halved, or quartered carcasses to the person who owned the

1	animal for his or her personal use or for use by members of his or her
2	household or nonpaying guests; and
3	(2) the slaughter is conducted under sanitary conditions; and
4	(3) the livestock is slaughtered according to a humane method, as that
5	term is defined in subdivision 3131(6) of this title.
6	(f) A carcass or offal from slaughter conducted under this section shall be
7	disposed of according to the requirements under the required agricultural
8	practices for the management of agricultural waste.
9	* * * Animal Welfare; Traceability * * *
10	Sec. 8. 6 V.S.A. § 1152 is amended to read:
11	§ 1152. ADMINISTRATION; INSPECTION; TESTING; RECORDS
12	(a) The Secretary shall be responsible for the administration and
13	enforcement of the livestock disease control program. The Secretary may
14	appoint the State Veterinarian to manage the program, and other personnel as
15	are necessary for the sound administration of the program.
16	(b) The Secretary shall maintain a public record of all permits issued and of
17	all animals tested by the Agency of Agriculture, Food and Markets under this
18	chapter for a period of five years.
19	(c) The Secretary may conduct any inspections, investigations, tests,
20	diagnoses, or other reasonable steps necessary to discover and eliminate
21	contagious diseases existing in domestic animals in this State. The Secretary

shall investigate any reports of diseased animals, provided there are adequate resources. In carrying out the provisions of this part, the Secretary or his or her authorized agent may enter any real estate, premises, buildings, enclosures, or areas where animals may be found for the purpose of making reasonable inspections and tests. A livestock owner or the person in possession of the animal to be inspected, upon request of the Secretary, shall restrain the animal and make it available for inspection and testing.

- (d) The Secretary may contract and cooperate with the U.S. Department of Agriculture, other federal agencies or states, and accredited veterinarians for the control and eradication of contagious diseases of animals. The Secretary shall consult and cooperate, as appropriate, with the Commissioners of Fish and Wildlife and of Health regarding the control of contagious diseases.
- (e) If necessary, the Secretary shall set priorities for the use of the funds available to operate the program established by this chapter.
- (f) Any commercial slaughterhouse operating in the State shall maintain and retain for three years records of the number of animals slaughtered at the facility, the physical address of origination of each animal, the date of slaughter of each animal, and all official identification numbers of slaughtered animals. A commercial slaughterhouse shall make the records required under this subsection available to the Agency upon request.

1	(g) Records produced or acquired by the Secretary under this chapter shall
2	be available to the public, except that:
3	(1) the Secretary may withhold from inspection and copying records that
4	are confidential under federal law; and
5	(2) the Secretary may withhold or redact a record to the extent needed to
6	avoid disclosing directly or indirectly the identity of individual persons,
7	households, or businesses.
8	Sec. 9. 6 V.S.A. § 1470 is added to read:
9	§ 1470. RECORDS
10	(a) A commercial slaughter facility operating in the State shall maintain
11	and retain for three years records of the number of animals slaughtered at the
12	facility, the physical address of origination of each animal, the date of
13	slaughter of each animal, and all official identification numbers of slaughtered
14	animals. A commercial slaughterhouse shall make the records required under
15	this subsection available to the Agency upon request.
16	(b) Records produced or acquired by the Secretary under this chapter shall
17	be available to the public for inspection and copying, except that:
18	(1) the Secretary may withhold from inspection and copying records that
19	are confidential under federal law; and

1	(2) the Secretary may withhold or redact a record to the extent needed to
2	avoid disclosing directly or indirectly the identity of individual persons,
3	households, or businesses.
4	Sec. 10. REPORT ON RADIO FREQUENCY IDENTIFICATION FOR
5	LIVESTOCK
6	On or before January 15, 2020, the Secretary of Agriculture, Food and
7	Markets shall submit to the Senate Committees on Agriculture and on
8	Appropriations and the House Committees on Agriculture and Forestry and on
9	Appropriations a report regarding the use of radio frequency identification
10	(RFID) tags and readers by livestock owners and federally inspected
11	commercial slaughter facilities in the State. The Secretary shall consult with
12	the Vermont Grass Farmers Association, the Vermont Sheep and Goat
13	Association, and the Vermont Agricultural Fairs Association in the
14	development of the report. The report shall include:
15	(1) a summary of the current Agency of Agriculture, Food and Markets
16	practice of providing metal or plastic animal identification tags to livestock
17	owners at no or low cost;
18	(2) a summary of any existing or pending federal requirements for the
19	use of RFID tags and readers by livestock owners or federally inspected
20	commercial slaughter facilities;

1	(3) a summary of how RFID tags and readers are used to manage
2	livestock or track animals through the slaughter process, including the benefits
3	of RFID in comparison to metal or plastic animal identification tags;
4	(4) an analysis of whether RFID tags and readers are beneficial for the
5	management or slaughter of all livestock, including whether use of RFID tags
6	and readers is appropriate for certain livestock types, small farms, or small
7	slaughter facilities;
8	(5) an estimate of the cost of equipping a farm or a federally inspected
9	commercial slaughter facility with RFID tags and readers; and
10	(6) a recommendation of whether the State should provide financial
11	assistance to livestock owners or federally inspected commercial slaughter
12	facilities for the purchase of RFID tags and readers, including eligibility
13	requirements, cost-share, timing, or other criteria recommended by the
14	Secretary of Agriculture, Food and Markets for the provision of RFID tags and
15	readers to livestock owners or federally inspected commercial slaughter
16	facilities in in the State.
17	* * * Vermont Forest Carbon Sequestration Working Group * * *
18	Sec. 11. VERMONT FOREST CARBON SEQUESTRATION WORKING
19	GROUP; REPORT

1	(a) Creation. There is created the Vermont Forest Carbon Sequestration
2	Working Group to study how to create a Statewide program to facilitate the
3	enrollment of Vermont forestlands in carbon sequestration markets.
4	(b) Membership. The Working Group shall be composed of the following
5	members:
6	(1) two members of the House of Representatives, not from the same
7	political party, appointed by the Speaker of the House;
8	(2) two members from the Senate, not from the same political party,
9	appointed by the Committee on Committees;
10	(3) the Secretary of Natural Resources or designee;
11	(4) four persons with expertise of or experience with the requirements
12	for participating in carbon sequestration markets, two appointed by the Speaker
13	of the House and two appointed by the Committee on Committees; and
14	(5) a private landowner or a representative of an association or
15	organization representing private landowners, appointed by the Governor.
16	(c) Powers and duties. The Working Group shall study how to create a
17	statewide program to facilitate the enrollment of Vermont forestlands in carbon
18	sequestration markets, and shall:
19	(1) evaluate the current status of carbon sequestration markets,
20	including:

1	(A) review of available information on the feasibility of enrolling
2	public and private land from Vermont in a carbon sequestration market,
3	including review of existing feasibility analyses specific to the development of
4	forest carbon sequestration projects in New England and Vermont;
5	(B) examples from forest carbon sequestration project development
6	on public land in other states; and
7	(C) if available, technical assistance programs developed by other
8	states and organizations to assist private landowners in engaging in carbon
9	sequestration markets;
10	(2) evaluate the economic and environmental case for encouraging
11	forest carbon sequestration offset projects in Vermont;
12	(3) analyze how to best market and sell carbon credits from State-owned
13	and privately owned forestland in carbon sequestration markets;
14	(4) determine how to develop economies of scale in marketing and
15	selling carbon credits in carbon sequestration markets;
16	(5) evaluate how to utilize financial incentives and existing forest
17	management and certification programs and Vermont's Use Value Appraisal
18	program to maximize the potential value of forestland in carbon sequestration
19	markets while also enhancing conservation and other goals;
20	(6) review how to structure and regulate a Statewide program to
21	facilitate the enrollment of Vermont forestlands in carbon sequestration

1	markets, including how the program should be governed, whether the program
2	should be governed by a State agency, how forestland will be assessed and
3	enrolled, how parcels and landowners will enter and leave the program, how
4	landowners will be paid, and how requirements and standards concerning
5	forest management will be applied and enforced;
6	(7) estimate expected revenue from enrolling forestland in carbon
7	markets and how that revenue should be allocated to:
8	(A) support the governance structure, management, and oversight of
9	the program;
10	(B) fairly compensate landowners; and
11	(C) encourage enrollment in the program; and
12	(8) any other issue the Working Group deems relevant to designing and
13	implementing a statewide program to facilitate the enrollment of Vermont
14	forestlands in carbon sequestration markets.
15	(d) Assistance. The Working Group shall have the technical and legal
16	assistance of the Agency of Natural Resources. The Working Group shall have
17	the administrative and legislative drafting assistance of the Office of
18	Legislative Council. The Working Group may consult with stakeholders and
19	experts in relevant subject areas, including carbon markets, forest management
20	strategies, and parcel mapping.

1	(e) Report. On or before January 15, 2020, the Working Group shall
2	submit a written report to the House Committees on Agriculture and Forestry,
3	on Natural Resources, Fish, and Wildlife, and on Energy and Technology and
4	to the Senate Committees on Agriculture and on Natural Resources and
5	Energy. The report shall include:
6	(1) specific and detailed findings and proposals concerning the issues set
7	forth in subsection (c);
8	(2) a proposal for a pilot project to enroll State-owned forestland in a
9	carbon sequestration market; and
10	(3) any recommendations for legislative or regulatory action.
11	(f) Meetings.
12	(1) The Secretary of Natural Resources or designee shall call the first
13	meeting of the Working Group to occur on or before July 15, 2019.
14	(2) The Secretary of Natural Resources or designee shall be the chair.
15	(3) A majority of the membership shall constitute a quorum.
16	(4) The Working Group shall meet as often as necessary and shall cease
17	to exist on January 31, 2020.
18	(g) Compensation and reimbursement.
19	(1) For attendance at meetings during adjournment of the General
20	Assembly, a legislative member of the Working Group shall be entitled to per
21	diem compensation and reimbursement of expenses pursuant to 2 V.S.A.

1	§ 406. These payments shall be made from monies appropriated to the General
2	Assembly.
3	(2) Any nonlegislative member of the Working Group who is a State
4	employee shall not be entitled to per diem compensation or reimbursement of
5	expenses. Any member of the Working Group who is not a State employee
6	shall be entitled to per diem compensation and reimbursement of expenses as
7	permitted under 32 V.S.A. § 1010 for any meeting he or she attended in
8	person. These payments shall be made from monies appropriated to the
9	Agency of Natural Resources.
10	* * * Logger Safety * * *
11	Sec. 12. 10 V.S.A. §§ 2622b and 2622c are added to read:
12	§ 2622b. ACCIDENT PREVENTION AND SAFETY TRAINING FOR
13	LOGGING CONTRACTORS
14	(a) Training Program. The Commissioner of Forests, Parks and Recreation
15	shall develop a logging operations accident prevention and safety training
16	curriculum and supporting materials to assist logging safety instructors in
17	providing logging safety instruction. In developing the logging operations
18	accident prevention and safety training curriculum and supporting materials,
19	the Commissioner shall consult with and seek the approval of the training
20	curriculum by the Workers' Compensation and Safety Division of the
21	Department of Labor.

1	(1) The accident prevention and safety training curriculum and
2	supporting materials shall consist of an accident prevention and safety course
3	that addresses the following:
4	(A) safe performance of standard logging practices, whether
5	mechanized or nonmechanized;
6	(B) safe use, operation, and maintenance of tools, machines, and
7	vehicles typically utilized and operated in the logging industry; and
8	(C) recognition of health and safety hazards associated with logging
9	practices.
10	(2) The Commissioner shall make the accident prevention and safety
11	training curriculum and supporting materials available to persons,
12	organizations, or groups for presentation to individuals being trained in forest
13	operations and safety.
14	(b) Request for proposal. The Commissioner shall prepare and issue a
15	request for proposal to develop at least three course curriculums and associated
16	training materials. The Commissioner may cooperate with any reputable
17	association, organization, or agency to provide course curriculums and
18	training required under this subsection.
19	(c) Certificate of completion. The Commissioner, any logging safety
20	instructor, or a logger safety certification organization shall issue a certificate
21	of completion to each person who satisfactorily completes a logging operations

1	accident prevention and safety training program based on the curriculum
2	developed under this section.
3	§ 2622c. FINANCIAL ASSISTANCE; LOGGER SAFETY; MASTER
4	LOGGER CERTIFICATION; COST-SHARE
5	(a) The Commissioner of Forests, Parks and Recreation annually shall
6	award a grant to the Vermont Logger Education to Advance Professionalism
7	(LEAP) program for the purpose of providing financial assistance to:
8	(1) logging contractors to reduce the total costs of logger safety training
9	or continuing education in logger safety; and
10	(2) the Trust to Conserve Northeast Forestlands for the purpose of cost
11	sharing the certification of logging contractors participating in the Master
12	Logger Program.
13	(b) Financial assistance to the LEAP program and to the Trust to Conserve
14	Northeast Forestlands shall be in the form of grants. The following costs to a
15	logging contractor shall be eligible for assistance:
16	(1) the costs of safety training, continuing education, or a loss
17	prevention consultation;
18	(2) the costs of certification under the Master Logger Program
19	administered by the Trust to Conserve Northeast Forestlands; or
20	(3) the costs of completion of a logging career technical education
21	program.

1	(c) A grant awarded under this section shall pay up to 50 percent of the cost
2	of an eligible activity.
3	(d) Of the grant funds awarded annually by the Commissioner of Forests,
4	Parks and Recreation under subsection (a) of this section, the Commissioner
5	annually shall award grants to pay for up to 50 percent, but not more than
6	\$1,500.00, of the costs of the initial certification of up to 10 logging
7	contractors enrolled in the Master Logger Certification Program through the
8	Trust to Conserve Northeast Forestlands.
9	Sec. 13. 10 V.S.A. § 2702 is added to read:
10	§ 2702. VALUE-ADDED FOREST PRODUCTS; FINANCIAL
11	<u>ASSISTANCE</u>
12	The Commissioner shall award grants of up to \$10,000.00 to applicants
13	engaged in adding value to forest products within the State. A grant awarded
14	under this section may be used by the applicant to pay for expenses associated
15	with State and local permit application costs, project consultation costs,
16	engineering and siting costs, and expert witness analysis and testimony
17	necessary for permitting.
18	Sec. 14. IMPLEMENTATION OF LOGGER SAFETY AND VALUE-
19	ADDED PRODUCTS PROGRAMS; FUNDING
20	The Commissioner of Forests, Parks and Recreation shall not implement
21	the programs established under 10 V.S.A. §§ 2622b and 2622c (logger safety)

1	and under 10 V.S.A. § 2702 (value-added forest products) unless and until
2	appropriations to implement the programs are approved by the General
3	Assembly for fiscal year 2020.
4	* * * Wetlands; Environmental Permitting Fees * * *
5	Sec. 15. REPEAL OF SUNSET OF FEE FOR PIPELINES IN WETLAND
6	2018 Acts and Resolves No. 194, Sec. 8a (sunset of maximum fee for
7	manure pipeline in wetland) is repealed.
8	Sec. 16. 3 V.S.A. § 2822(j) is amended to read:
9	(j) In accordance with subsection (i) of this section, the following fees are
10	established for permits, licenses, certifications, approvals, registrations, orders,
11	and other actions taken by the Agency of Natural Resources.
12	* * *
13	(26) For individual conditional use determinations, for individual
14	wetland permits, for general conditional use determinations issued under
15	10 V.S.A. § 1272, or for wetland authorizations issued under a general permit,
16	an administrative processing fee assessed under subdivision (2) of this
17	subsection and an application fee of:
18	(A) \$0.75 per square foot of proposed impact to Class I or II
19	wetlands.
20	(B) \$0.25 per square foot of proposed impact to Class I or II wetland
21	buffers.

1	* * *
2	(H) Maximum fee, for the construction of any water quality
3	improvement project in any Class II wetland or buffer, \$200.00 per
4	application. As used in this subdivision, "water quality improvement project"
5	means projects specifically designed and implemented to reduce pollutant
6	loading in accordance with the requirements of a Total Maximum Daily Load
7	Implementation Plan or Water Quality Remediation Plan, or pursuant to a plan
8	for reducing pollutant loading to a waterbody. These projects include:
9	(i) the retrofit of impervious surfaces in existence as of January 1,
10	2019 for the purpose of addressing stormwater runoff;
11	(ii) the replacement of stream-crossing structures necessary to
12	improve aquatic organism passage, stream flow, or flood capacity;
13	(iii) construction of the following conservation practices on farms,
14	when constructed and maintained in accordance with Natural Resources
15	Conservation Service Conservation Practice Standards for Vermont and the
16	Agency of Agriculture, Food and Markets' Required Agricultural Practices:
17	(I) construction of animal trails and walkways;
18	(II) construction of access roads;
19	(III) designation and construction of a heavy-use protection
20	area;
21	(IV) construction of artificial wetlands; and

1	(V) the relocation of structures, when necessary, to allow for
2	the management and treatment of agricultural waste, as defined in the Required
3	Agricultural Practices Rule.
4	(I) Maximum fee for the construction of a permanent structure used
5	for farming, \$5,000.00, provided that the maximum fee for a waste storage
6	facility or bunker silo shall be \$200.00 when constructed and maintained in
7	accordance with Natural Resources Conservation Service Conservation
8	Practice Standards for Vermont and the Agency of Agriculture, Food and
9	Markets' Required Agricultural Practices.
10	Sec. 17. WETLAND SCIENTIST LICENSURE REQUIREMENTS
11	The Agency of Natural Resources shall commence a study of potential
12	approaches to licensing and certifying qualified wetlands scientists, including
13	developing a set of standard qualifications required for all professional wetland
14	scientists. On or before January 1, 2024, the Agency shall submit a report to
15	the Legislature summarizing its findings and providing recommendations for
16	the development of a professional certification program for wetland scientists.
17	* * * Advanced Wood Boilers * * *
18	Sec. 18. 2018 Acts and Resolves No. 194, Sec. 26b is amended to read:
19	Sec. 26b. REPEALS
20	(a) 32 V.S.A. § 9741(52) (sales tax exemption for advanced wood boilers)
21	shall be repealed on July 1, 2021 <u>2023</u> .

1	(b) Sec. 26a of this act (transfer from CEDF) shall be repealed on July 1,
2	2021 <u>2023</u> .
3	* * * Composting; Food Residuals * * *
4	Sec. 19. 10 V.S.A. § 6607a(g) is amended to read:
5	(g)(1) Except as set forth in subdivisions (2), (3), and (4) of this subsection,
6	a commercial hauler that offers the collection of municipal solid waste:
7	(A) Beginning on July 1, 2015, shall offer to collect mandated
8	recyclables separate from other solid waste and deliver mandated recyclables
9	to a facility maintained and operated for the management and recycling of
10	mandated recyclables.
11	(B) Beginning on July 1, 2020, shall offer to nonresidential
12	customers and apartment buildings with four or more residential units the
13	collection of food residuals separate from other solid waste and deliver to a
14	location that manages food residuals in a manner consistent with the priority
15	uses established under subdivisions 6605k(a)(2)-(5) of this title. Commercial
16	haulers shall not be required to offer collection of food residuals if another
17	commercial hauler provides collection services for food residuals in the same
18	area and has sufficient capacity to provide service to all customers.
19	***
20	* * * Pesticide Regulation * * *
21	Sec. 20. 6 V.S.A. § 642 is amended to read:

§ 642. DUTIES AND AUTHORITY OF THE SECRETARY

- (a) The Secretary shall enforce and carry out the provisions of this subchapter, including:
- (1) Sampling, inspecting, making analysis of, and testing seeds subject to the provisions of this subchapter that are transported, sold, or offered or exposed for sale within the State for sowing purposes. The Secretary shall notify promptly a person who sells, offers, or exposes seeds for sale and, if appropriate, the person who labels or transports seeds, of any violation and seizure of the seeds, or order to cease sale of the seeds under section 643 of this title.
- (2) Making or providing for purity and germination tests of seed for farmers and dealers on request and to fix and collect charges for the tests made.
- (3) Cooperating with the U.S. Department of Agriculture and other agencies in seed law enforcement.
- (4) Prior to sale, distribution, or use of a new genetically engineered seed in the State and after consultation with a seed review committee convened under subsection (c) of this section, review the traits of the new genetically engineered seed. The Secretary may prohibit, restrict, condition, or limit the sale, distribution, or use of the seed in the State when determined necessary to prevent an adverse effect on agriculture in the State.

1	(b) The Secretary shall establish rules to carry out the provisions of this
2	subchapter, including those governing the methods of sampling, inspecting,
3	analyzing, testing, and examining seeds and reasonable standards for seed.
4	(c)(1) The Secretary shall convene a seed review committee to review the
5	seed traits of a new genetically engineered seed proposed for sale, distribution,
6	or use in the State.
7	(2) A seed review committee convened under this subsection shall be
8	comprised of the Secretary of Agriculture, Food and Markets or designee and
9	the following members appointed by the Secretary:
10	(A) a certified commercial agricultural pesticide applicator;
11	(B) an agronomist or relevant crop specialist from the University of
12	Vermont or Vermont Technical College;
13	(C) a licensed seed dealer; and
14	(D) a member of a farming sector affected by the new genetically
15	engineered seed.
16	(3) A majority of the seed review committee must approve of the sale,
17	distribution, or use of a new genetically engineered seed prior to sale,
18	distribution, or use in the State. In order to ensure the appropriate use or traits
19	of a new genetically engineered seed in the State, a seed review committee
20	may propose to the Secretary limits or conditions on the sale, distribution, or
21	use of a seed or recommend a limited period of time for sale of the seed.

1 *** Dairy Sanitation Rules * * *

- 2 Sec. 21. 6 V.S.A. § 2701 is amended to read:
- 3 § 2701. RULES

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(a) The Secretary, in accordance with 3 V.S.A. chapter 25, shall adopt, and may amend and rescind, dairy sanitation rules relating to dairy products to enforce this chapter, including labeling, weighing, measuring and testing facilities, buildings, equipment, methods, procedures, health of animals, health and capability of personnel, and quality standards. In addition, the uniform regulation for sanitation requirements, as adopted by the National Conference on Interstate Milk Shippers, and published by the U.S. Department of Health and Human Services, Public Health Service, Food and Drug Administration, Grade A Pasteurized Milk Ordinance (PMO), as amended, supplemented, or revised, are adopted as part of this chapter, except as modified or rejected by rule that any exemption to the preventative controls for human food requirements for Grade "A" milk and milk products for a very small business, as defined in the PMO and federal regulations, shall not apply. The Secretary may modify or reject by rule the PMO. When adherence to the PMO is deemed unreasonable by the Agency for non-Grade "A" products, the most current version of the Recommended Requirements of the U.S. Department of Agriculture, Agricultural Marketing Service, Milk for Manufacturing Purposes and its Production and Processing may be used.

1	* * *
2	* * * Effective Dates * * *
3	Sec. 22. EFFECTIVE DATES
4	(a) This section and Secs. 15 (repeal of sunset on maximum wetland fee),
5	16 (wetlands permit fees), and 17 (wetlands scientist licensing) shall take
6	effect on passage.
7	(b) All other sections shall take effect on July 1, 2019.
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12	(Committee vote:)
13	
14	Representative
15	FOR THE COMMITTEE